(ii) The grant of the second advance is however subject to the condition that the Government servant is obliged, for reasons beyond his control, to dispose of the house constructed or purchased out of the first advance and that the first advance has been completely repaid by deductions from the salary or out of the sale realisations of the house which had to be sold by the Government servant or partly by the former and partly by the latter.

(iii) The Government servant selling the house should specifically indicate to the satisfaction of the sanctioning authority the reasons for selling the house.

3. The advance will carry interest at 5 per cent per annum for the first as well as for the second advance.

4. The existing procedure regulating the grant of advance, the mode of recovery, etc., will however remain unaltered.

5. Necessary amendment to the Mysore Financial Code, Volume I, will issue separately.

M. SHAMANNA,
Secretary to Government,
Finance Department.

Utilisation of unforeseen recoveries.

OFFICIAL MEMORANDUM.

ORDER NO. FL. (B). 411-511—BUD. 70-52-2, DATED BANGALORE, THE 7TH APRIL 1953.

It has been brought to the notice of the Government by the Accountant-General that in several grants unanticipated credits have been utilised to cover excess under the grants. Such a procedure is highly irregular, against the rules and should be avoided. The following procedure is, therefore, prescribed to secure that Controlling Officers do not utilise savings due to unforeseen recoveries for financing expenditure not approved by the Legislature.

(*a*) Savings in the sub-heads of grants accommodating recoveries will not be available for re-appropriation to cover excess under other sub-heads except sub-heads accommodating other recoveries. The unutilised savings in these sub-heads will be allowed to lapse and suitably explained in the Appropriation Accounts.

(*b*) The approval of the Legislative Assembly to any additional expenditure over the amount voted by it for the gross expenditure in a grant will be taken by means of a supplementary grant. The supplementary grant will take into account the unforeseen additional recoveries in the course of the year and will be taken for the net excess over the total grant, details of the gross expenditure and of the recoveries being placed before the Assembly. If the net effect of the additional recoveries is to reduce the total expenditure against the grant to a figure less than the original grant or to reduce it to a minus figure, the Assembly's approval to the increase in the gross expenditure will be taken by means of a token grant.

2. The excess under the sub-heads for gross expenditure which would have been covered by re-appropriation of savings but for the prohibition in sub-paragraph (*a*) will be suitably explained in the Appropriation Accounts.

3. The procedure set out in paragraph 1 will apply *mutatis mutandis* to non-voted expenditure. These provisions will be incorporated in the Budget Manual which will be issued separately.

M. SHAMANNA,
Secretary to Government,
Finance Department.